

## Message Text

LIMITED OFFICIAL USE

PAGE 01 LONDON 01151 241643Z

73

ACTION EUR-12

INFO OCT-01 ISO-00 CIAE-00 DODE-00 PM-03 H-01 INR-07 L-02

NSAE-00 NSC-05 PA-01 RSC-01 PRS-01 SP-02 SS-15

USIA-06 CAB-02 COME-00 DOTE-00 EB-07 FAA-00 FMC-01

CG-00 COA-01 DLOS-03 TRSE-00 OMB-01 SAJ-01 /073 W

----- 027358

R 241637Z JAN 75

FM AMEMBASSY LONDON

TO SECSTATE WASHDC 7591

LIMITED OFFICIAL USE LONDON 01151

E.O. 11652:N/A

TAGS: EIND, EAIR, EWWT

SUBJ: NATIONALIZATION OF SHIPBUILDING AND AEROSPACE

INDUSTRIES

REF: (A) LONDON 824; (B) LONDON 9914, 5 AUGUST 1974

1. AN ASSISTANT SECRETARY IN DEPT. OF INDUSTRY ADVISED EMBOFF THAT A SINGLE BILL TO NATIONALIZE THE SHIPBUILDING AND AEROSPACE INDUSTRIES WILL BE INTRODUCED IN THE HOUSE OF COMMONS BEFORE EASTER. A WHITE PAPER EXPLAINING THE DETAILS OF THE SHIPBUILDING NATIONALIZATION PROPOSALS WILL NOT BE PUBLISHED IN ADVANCE.

2. IN THE NEAR FUTURE, A STATEMENT WILL BE MADE IN THE COMMONS WHICH WILL CLARIFY THE CRITERIA WHICH QUALIFIES A SHIPBUILDING COMPANY FOR NATIONALIZATION. IT IS EXPECTED THAT SOME OF THE SMALLER SHIPBUILDERS AND SHIP REPAIRERS ORIGINALLY ON THE LIST WILL NOT BE SUBJECT TO NATIONALIZATION SINCE, LIKE THE AEROSPACE INDUSTRY (SEE REF A), THE CRITERIA WILL BE FINANCIAL RATHER THAN BASED ON THE NUMBER OF EMPLOYEES (SEE REF B).

3. ANOTHER STATEMENT IS ALSO EXPECTED IN COMMONS WHICH  
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 LONDON 01151 241643Z

WILL GIVE INDUSTRY AN IDEA AS TO THE BASIS FOR COMPEN-

SATION. SINCE THE SHIPBUILDERS HAVE ACCEPTED THE FACT  
THEY WILL BE NATIONALIZED, IT WILL BE THE ISSUE OF  
COMPENSATION WHICH REMAINS AS THE LAST MAJOR HURDLE IN  
THE GOVERNMENT'S PLAN TO NATIONALIZE THE SHIPBUILDING  
INDUSTRY.

4. THE EXPECTED TIMETABLE IS TO HAVE THE NATIONAL SHIP-  
BUILDING CORPORATION (NSC) IN OPERATION BY 1 JANUARY  
1976. SHOULD THERE BE ANY DELAYS IN ORGANIZATION OF THE  
NSC, THE TIMETABLE WOULD BE ADJUSTED BACK ONE QUARTER AT  
A TIME.

SPIERS

LIMITED OFFICIAL USE

NNN

## Message Attributes

**Automatic Decaptoning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** SHIPBUILDING INDUSTRY, AEROSPACE INDUSTRY, NATIONALIZATION, LAW  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 24 JAN 1975  
**Decapton Date:** 01 JAN 1960  
**Decapton Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** johnsorg  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1975LONDON01151  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** D750027-0953  
**From:** LONDON  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1975/newtext/t19750123/aaaaaagt.tel  
**Line Count:** 74  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ACTION EUR  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** 75 LONDON 824, 75 LONDON 9914, 75 5, 75 AUGUST 1974  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** johnsorg  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 19 JUN 2003  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <19 JUN 2003 by WorrelSW>; APPROVED <04 NOV 2003 by johnsorg>  
**Review Markings:**

Margaret P. Grafeld  
Declassified/Released  
US Department of State  
EO Systematic Review  
05 JUL 2006

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** NATIONALIZATION OF SHIPBUILDING AND AEROSPACE INDUSTRIES  
**TAGS:** EIND, EAIR, EWWT, UK, NSC, NATIONAL SHIPBUILDING CORPORATION  
**To:** STATE  
**Type:** TE  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 05 JUL 2006